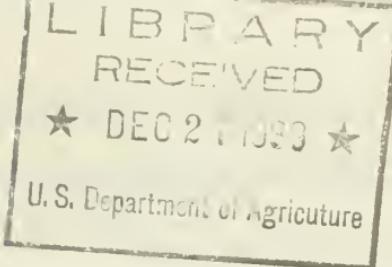


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REPORT OF THE DIRECTOR OF FINANCE, 1939

UNITED STATES DEPARTMENT OF AGRICULTURE,
OFFICE OF BUDGET AND FINANCE,
Washington, D. C., October 12, 1939.

Hon. HENRY A. WALLACE,
Secretary of Agriculture.

DEAR MR. SECRETARY: I submit herewith the report of the Office of Budget and Finance for the fiscal year ended June 30, 1939.

Sincerely,

W. A. JUMP, *Director.*

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THE DEPARTMENT BUDGET

This report shows for the regular funds of the Department of Agriculture the appropriations and obligations for the fiscal year 1939 and the 1940 appropriations, and for emergency funds the amounts allocated to and obligated by the Department during 1939.

The term "regular funds" refers to all appropriations or reappropriations provided by the annual appropriation acts and acts supplementary thereto such as deficiency appropriation acts, laws relating to receipts and contributed funds made annually available for administration by the Department, agricultural adjustment and related activities, the programs authorized under the Bankhead-Jones Farm Tenant Act, and other special laws appropriating funds which augment or extend the Department's regular or normal activities.

The term "emergency funds" relates to the allocations which the Department of Agriculture has received under acts passed by Congress primarily to meet unemployment or other relief situations.

REGULAR FUNDS

During the fiscal year 1939 direct appropriations for the regular activities of the Department aggregated \$1,311,001,623, to which was added reappropriations of \$221,755,000 from balances of prior-year appropriations, making a total of \$1,532,756,623 available. Against this sum, obligations totaling \$1,310,359,389 were incurred, as shown in table 1.

TABLE 1.—*Regular appropriations and obligations of the Department of Agriculture, fiscal year 1939*

[For details, see tables 4 and 5]

Item	Appropriations, 1939	Obligations, 1939
Agricultural adjustment and related funds	\$937,824,893	\$802,990,261
Farm tenancy, rehabilitation, and related work	238,923,000	217,866,805
Road funds	201,500,000	153,316,451
Payments to States for experiment stations, extension work, and cooperative forestry activities, including fire prevention	27,558,833	26,982,663
All other purposes	126,949,897	112,203,209
Gross total (all regular funds)	1,532,756,623	1,310,359,389
Deduct reappropriations included in foregoing	221,755,000	—
Net total, regular funds (direct appropriations)	1,311,001,623	1,310,359,389

EMERGENCY FUNDS

For 1939, emergency funds amounting to \$38,393,159 were allocated to the Department. Obligations totaling \$34,502,010 were incurred against these allocations and balances from allocations made in prior years, as shown in table 2.

TABLE 2.—*Emergency funds allocated to Department of Agriculture, fiscal year 1939*

[For details, see table 9]

Act	Allocations, 1939	Obligations, 1939
National Industrial Recovery Act		\$701,152
Supplemental Appropriation Act, 1936 (substitution for Puerto Rico and Hawaii trust funds under appropriation Payments for agricultural adjustment)		10,885
Emergency Relief Appropriation Act of 1935		9,375
Emergency Relief Appropriation Act of 1938	\$30,524,988	28,317,521
Public Works Administration Act of 1938	7,868,171	5,463,077
Total	38,393,159	34,502,010

STATISTICAL TABLES

Tables 3 to 9, inclusive, analyze the Department's regular budget for the fiscal years 1939 and 1940, and show in some detail the allocations and obligations under emergency funds for 1939. At the time this report was being prepared (October 1, 1939), it was of course impracticable to forecast allocations from emergency funds for the fiscal year 1940 as a whole; data for the complete fiscal year 1940 will be included in next year's report.

TABLE 3.—*Source of regular appropriations of Department of Agriculture, fiscal years 1939 and 1940*

Source	Appropriation, 1939 (revised)	Appropriation, 1940 ¹
Agricultural Appropriation Act:		
Department proper:		
Direct appropriation	² \$347,865,279	³ \$175,721,215
Reappropriations from prior-year balances:		
Eradicating tuberculosis and Bang's disease	7,827,000	4,000,000
Eradication of European fowl pest	5,000	5,000
Farm Tenant Act:		
Title I (tenancy loans)	710,000	575,000
Title III (submarginal land program)	8,213,000	2,445,000
Agricultural Adjustment and related funds:		
Conservation and use of agricultural land resources, Department of Agriculture:		
Direct appropriation	345,000,000	429,560,000
Reappropriation	155,000,000	70,000,000

¹ As of Oct. 1, 1939.² Includes appropriations for Bureau of Biological Survey and Bureau of Public Roads.³ Excludes Bureau of Biological Survey and Bureau of Public Roads, transferred to other agencies pursuant to the Reorganization Act of 1939 and Reorganization Plans Nos. I and II (H. Docs. 262 and 288, 76th Cong.); also excludes transfers (aggregating \$137,127) from various Department of Agriculture bureaus to other Federal agencies incident to reorganization.

REPORT OF DIRECTOR OF FINANCE

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TABLE 3.—*Source of regular appropriations of Department of Agriculture, fiscal years 1939 and 1940—Continued*

Souree	Appropriation, 1939 (revised)	Appropriation, 1940
Agricultural Appropriation Act—Continued.		
Agricultural Adjustment and related funds—Continued.		
Price Adjustment Act of 1938 (parity payments).....	\$225,000,000	
Sugar Act of 1937:		
Direct appropriation	31,975,000	
Reappropriation	16,000,000	
Disposal of surplus commodities	113,000,000	
Retirement of cotton pool participation trust certificates.....	1,800,000	
Federal Crop Insurance Act:		
Direct appropriation	5,423,200	
Reappropriation	500,000	
Section 32, act of Aug. 24, 1935 (exportation and domestic consumption of agricultural commodities, Department of Agriculture).....	144,024,893	92,678,812
Second Deficiency Appropriation Act, 1938:		
Incipient and emergency outbreaks of plant pests.....	700,000	
Maintenance of mammal and bird reservations.....	60,000	
Administration of United States Warehouse Act.....	55,000	
Mediterranean Fruit Fly Board, expenses.....	10,000	
First Deficiency Appropriation Act, 1939:		
National forest protection and management (White Mountain Na- tional Forest hurricane damage).....	500,000	
New England hurricane damage.....	5,000,000	
Incipient and emergency outbreaks of plant pests.....	3,000,000	
Second Deficiency Appropriation Act, 1939:		
Fighting forest fires.....	2,480,000	
Dutch elm disease eradication.....	100,000	
Enforcement of Federal Food, Drug, and Cosmetic Act.....	15,000	
Sugar Act of 1937:		
Direct appropriation	5,000,000	
Reappropriation	1,500,000	
Act of June 13, 1939 (Publ. Res. No. 22, 76th Cong.): Incipient and emer- gency outbreaks of plant pests.....	1,750,000	
Third Deficiency Appropriation Act, 1939:		
Administration of United States Warehouse Act.....		17,500
Restoration, capital impairment, Commodity Credit Corporation (Treasury Department).....	(4)	(5)
Work Relief and Public Works Appropriation Act of 1938:		
Loans, relief, and rural rehabilitation—section 1 (3) of title I (Emer- gency Relief Appropriation Act of 1938):		
Direct appropriation	175,000,000	
Reappropriation	23,000,000	
Price Adjustment Act of 1938 (parity payments)—title V.....	212,000,000	
Emergency Relief Appropriation Act of 1939: Loans, relief, and rural rehabilitation—section 3:		
Direct appropriation		143,000,000
Reappropriation		17,700,000
Independent Offices Appropriation Act: Rural Electrification Adminis- tration		
War Department Civil Appropriation Act (transferred to Department of Agriculture): Flood control work.....	(4)	42,790,000
Permanent annual, indefinite, and special appropriations:		
Cooperative agricultural extension work (Smith-Lever Act).....	4,701,165	4,701,165
Payments to States and Territories (national-forest fund).....	1,114,700	1,275,000
Payments to school funds, Arizona and New Mexico (national-forest fund).....		
Roads and trails for States (national-forest fund).....	30,000	30,000
Cooperative work, Forest Service (contributed funds).....	510,000	510,000
Payments to counties under Migratory Bird Conservation Act.....	1,000,000	1,000,000
Farm-products inspections (fees)—Agricultural Marketing Service.....	15,000	
Sea-food inspections, refunds to depositors (Food and Drug Admin- istration).....	75,588	103,228
Payments in lieu of taxes and for operation and maintenance of re- settlement projects (trust account)—Farm Security Adminis- tration.....	29,698	29,000
State Rural Rehabilitation Corporation funds (trust account)— Farm Security Administration.....	1,200,000	1,800,000
Miscellaneous contributed funds (trust account).....	2,840,000	2,875,000
	6 125,300	44,500
Grand total available, regular funds (including reappropriations).....	1,532,756,623	1,385,758,620
Deduct reappropriations, as listed above	221,755,000	111,225,000
Total, direct appropriations.....	1,311,001,623	1,274,533,620

* The Commodity Credit Corporation and the Rural Electrification Administration, which were independent agencies during the fiscal year 1939, were transferred to the Department of Agriculture on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plans Nos. I and II.

[†] The Third Deficiency Appropriation Act, 1939, provides to the Treasury Department \$119,599,918 for restoration of the capital impairment of the Commodity Credit Corporation as of Mar. 31, 1939 (listed as a 1940 appropriation); an appropriation of \$94,285,405 was made for this purpose, fiscal year 1938.

[§] Includes \$3,620 under Bureau of Biological Survey.

TABLE 4.—*Summary of regular Department of Agriculture funds, classified by groups and bureau units, fiscal years 1939 and 1940*

[For details see tables 5 and 6]

Activity	Appropriation, 1939 (revised)	Obligations, 1939	Appropriation, 1940 ¹
Ordinary activities:			
Office of the Secretary	\$870,825	\$844,719	\$896,447
Office of the Solicitor	232,480	231,686	231,280
Office of Information	1,474,770	1,474,270	1,965,910
Library	105,420	104,920	107,970
Office of Experiment Stations	228,980	228,241	244,735
Special Research Fund, Department of Agriculture	1,400,000	1,365,935	1,400,000
Extension Service	892,254	872,297	927,864
Office of Foreign Agricultural Relations	295,000	294,250	196,396
Weather Bureau	4,987,870	4,944,263	6,172,870
Bureau of Animal Industry	21,578,752	17,439,707	20,668,712
Bureau of Dairy Industry	717,405	709,047	721,405
Bureau of Plant Industry	5,110,337	5,052,317	5,183,009
Forest Service	14,410,400	2 15,384,531	14,923,466
Bureau of Agricultural Chemistry and Engineering	1,424,169	1,407,545	1,379,369
Bureau of Entomology and Plant Quarantine	5,721,867	5,658,603	6,199,809
Bureau of Biological Survey	2,123,340	2,123,081	(2)
Bureau of Agricultural Economics	891,000	871,630	923,000
Agricultural Marketing Service	5,824,555	5,720,173	6,096,388
Bureau of Home Economics	305,085	303,000	325,085
Commodity Exchange Administration	623,380	619,545	623,380
Food and Drug Administration	2,241,138	2,228,506	2,741,138
Soil Conservation Service	23,645,584	23,060,590	23,720,584
Beltsville Agricultural Research Center	85,000	84,500	85,000
Total	95,189,611	91,023,379	95,738,817
Special items (including forest roads and trails)	31,020,000	24,487,233	14,050,000
Receipts and contributed funds	7,740,286	9,035,414	7,737,728
Payments to States (exclusive of road and receipt funds)	27,558,833	26,982,663	27,619,333
Farm Tenant Act	40,923,000	37,583,812	49,955,730
Loans, relief, and rural rehabilitation	198,000,000	180,282,993	160,700,000
Agricultural adjustment and related funds	937,824,893	802,990,261	984,137,012
Rural electrification	(4)		42,790,000
Federal highways (exclusive of forest roads and trails)	187,500,000	136,316,451	(5)
Flood control (transfer from War Department)	7,000,000	1,657,183	3,000,000
Grand total, regular funds, Department of Agriculture (including reappropriations)	1,532,756,623	1,310,359,389	1,385,758,620
Deduct reappropriations included in foregoing	-221,755,000		-111,225,000
Total, direct appropriations, regular funds, Department of Agriculture	1,311,001,623	1,310,359,389	1,274,533,620

¹ As of Oct. 1, 1939.² Includes \$1,000,000 provided by Second Deficiency Appropriation Act, fiscal year 1938, for repair of flood damages to California national forests, and continued available until Sept. 30, 1938; all obligated in 1939.³ The Bureau of Biological Survey was transferred to Department of the Interior on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II.⁴ The Rural Electrification Administration was an independent Federal agency prior to July 1, 1939; on which date, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II, it was transferred to the Department of Agriculture.⁵ The Bureau of Public Roads was transferred to the Federal Works Agency on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. I.

TABLE 5.—*Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940*

Bureau and item	Appropriation, 1939 (revised)	Obligations, 1939	Appropriation, 1940 ¹
Ordinary activities:			
Office of the Secretary:			
Salaries.....	\$581,920	\$573,112	² \$597,620
Miscellaneous expenses.....	108,250	99,692	² 107,750
Rent of buildings in District of Columbia.....	180,655	171,915	² 191,077
Total.....	870,825	844,719	896,447
Office of the Solicitor: Salaries and expenses.....	232,480	231,686	³ 231,280
Office of Information:			
Salaries and expenses.....	379,800	379,300	⁴ 379,040
Printing and binding.....	1,094,970	1,094,970	⁷ 1,586,870
Total.....	1,474,770	1,474,270	1,965,910
Library, Department of Agriculture: Salaries and expenses.....	105,420	104,920	⁸ 107,970
Office of Experiment Stations:			
Administration of grants to States and coordination of research.....	161,735	161,001	161,735
Insular experiment stations (Puerto Rico).....	67,245	67,240	83,000
Total.....	228,980	228,241	244,735
Special Research Fund.....	1,400,000	1,365,935	1,400,000
Extension Service:			
General administrative expenses.....	126,246	122,959	126,246
Farmers' cooperative demonstration work.....	545,170	531,653	560,170
Motion pictures.....	79,000	76,327	⁹ 78,550
Agricultural exhibits at fairs.....	85,000	84,965	85,000
Cooperative farm forestry extension work.....	56,838	56,393	77,898
Total.....	892,254	872,297	927,864
Office of Foreign Agricultural Relations: Salaries and expenses.....	¹⁰ 295,000	294,250	¹¹ 196,396
Weather Bureau:			
General administrative expenses.....	145,000	144,254	145,000
General weather service and research.....	2,342,870	2,329,864	2,527,870
Airways weather service and research.....	2,500,000	2,470,145	3,500,000
Total.....	4,987,870	4,944,263	6,172,870
Bureau of Animal Industry:			
General administrative expenses.....	170,120	168,532	170,120
Animal husbandry.....	789,380	783,829	802,880
Diseases of animals.....	447,000	445,351	462,000
Eradicating tuberculosis and Bang's disease:			
Direct appropriation.....	5,403,000		
Reappropriations from prior-year balances.....	7,827,000	9,178,069	{ 8,300,000
Eradicating cattle ticks.....	503,940	471,615	475,000
Hog-cholera control.....	122,000	116,558	122,000
Inspection and quarantine.....	680,000	661,013	680,000
Meat inspection.....	5,412,600	5,401,736	5,433,000
Virus-Serum-Toxin Act.....	218,712	213,004	218,712

¹ As of Oct. 1, 1939.² Includes \$21,600 transferred from Farm Credit Administration and excludes \$5,900 transferred to Department of the Interior incident to reorganization.³ Excludes \$500 transferred to Department of the Interior incident to reorganization.⁴ Excludes \$2,523 transferred to Department of the Interior incident to reorganization.⁵ Excludes \$1,200 transferred to Department of the Interior incident to reorganization.⁶ Excludes \$4,000 transferred to Department of the Interior incident to reorganization.⁷ Excludes \$18,000 transferred to Department of the Interior and \$4,700 to Public Roads Administration incident to reorganization. The amount for 1940 includes \$591,570 transferred from other Department appropriations used for printing and binding in prior years.⁸ Excludes \$500 transferred to Public Roads Administration and \$750 transferred to Department of the Interior incident to reorganization.⁹ Excludes \$450 transferred to Department of the Interior incident to reorganization.¹⁰ Carried in 1939 Agricultural Appropriation Act under title "Foreign competition and demand." Bureau of Agricultural Economics.¹¹ Carried in 1940 Agricultural Appropriation Act under title "Foreign Agricultural Service;" excludes \$98,604 transferred with functions of the Foreign Agricultural Service to Department of State, pursuant to provisions of the Reorganization Act of 1939 and Reorganization Plan No. II.

TABLE 5.—*Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued*

Bureau and item	Appropriation, 1939 (revised)	Obligations, 1939	Appropriation, 1940
Ordinary activities—Continued.			
Bureau of Animal Industry—Continued.			
Marketing agreements with respect to hog cholera virus and serum	(12) \$5,000	(13)	(12) \$5,000
Eradication of European fowl pest (reappropriation)			
Total	21,578,752	\$17,439,707	20,668,712
Bureau of Dairy Industry:			
General administrative expenses	70,495	70,461	75,500
Dairy investigations	646,910	638,586	645,905
Total	717,405	709,047	721,405
Bureau of Plant Industry:			
General administrative expenses	202,442	202,049	202,442
Arlington farm	49,414	48,531	49,414
Botany	76,635	75,662	76,635
Cereal crops and diseases	541,121	535,427	551,121
Cotton and other fiber crops and diseases	399,385	395,020	424,385
Drug and related plants	47,139	42,115	47,139
Dry-land agriculture	226,828	224,188	226,828
Experimental greenhouse maintenance	77,372	76,608	77,372
Forage crops and diseases	298,443	295,152	313,450
Forest pathology	255,392	252,194	265,392
Fruit and vegetable crops and diseases	1,296,982	1,287,018	1,348,982
Genetics and biophysics	31,675	31,419	31,675
Irrigation agriculture	152,674	151,353	152,674
Mycology and disease survey	45,818	45,358	45,818
National Arboretum	54,587	53,733	54,587
Nematology	48,961	48,231	48,961
Plant exploration and introduction	200,933	198,630	200,933
Plant nutrition	16,024	15,871	16,021
Rubber and other tropical plants	46,749	46,409	46,749
Soil chemical and physical investigations	76,700	76,264	76,700
Soil-fertility investigations	168,457	167,313	121,622
Soil-microbiology investigations	39,854	39,525	39,854
Soil survey	298,708	292,077	298,708
Sugar-plant investigations	322,500	320,247	330,000
Tobacco investigations	135,544	131,923	135,544
Total	5,110,337	5,052,317	5,183,009
Forest Service:			
General administrative expenses	607,500	607,500	607,500
National-forest protection and management	11,569,754	11,548,000	12,004,000
Reconstruction and repair of roads and other improvements, national forests in California	(14)	1,000,000	
Water rights	20,000	19,371	20,000
Fighting forest fires	100,000	100,000	100,000
Private forestry cooperation	100,000	97,453	100,000
Forest management	648,403	618,267	613,403
Range investigations	225,935	225,754	245,935
Forest products	628,361	628,311	664,181
Forest survey	250,000	249,806	250,000
Forest economics	121,295	121,103	149,295
Forest influences	139,152	138,906	139,152
Tropical forest experiment station			30,000
Total	14,410,400	15,384,531	14,923,466
Bureau of Agricultural Chemistry and Engineering:			
General administrative expenses	112,800	112,196	112,800
Agricultural-chemical investigations	372,500	368,526	411,500
Industrial utilization of farm products and byproducts	236,200	232,957	191,200
Agricultural-engineering investigations	359,469	352,995	349,469
Naval-stores investigations	79,400	78,416	89,400
Fertilizer investigations	263,800	262,458	225,000
Total	1,424,169	1,407,548	1,379,369

¹² \$30,000 allotment from continuing appropriation made by sec. 12 (a) of Agricultural Adjustment Act of 1933.

¹³ For obligations hereunder, see table 6, under Salaries and Expenses, Agricultural Adjustment Administration.

¹⁴ A \$1,000,000 appropriation was provided for 1938 by the Second Deficiency Appropriation Act, fiscal year 1938, to continue available until Sept. 30, 1938; none obligated in 1938.

TABLE 5.—*Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued*

Bureau and item	Appropriation, 1939 (revised)	Obligations, 1939	Appropriation, 1940
Ordinary activities—Continued.			
Bureau of Entomology and Plant Quarantine:			
General administrative expenses	\$166,280	\$165,281	\$166,280
Fruit insects	428,600	421,049	428,600
Japanese beetle control	395,000	393,894	395,000
Mexican fruitfly control	160,460	158,399	160,460
Citrus canker eradication	13,485	13,437	13,485
Sweetpotato weevil control	75,000	67,579	75,000
Phony peach and peach mosaic eradication	89,800	89,387	89,800
Forest insects	253,100	251,291	253,100
Gypsy and brown-tail moth control	375,000	372,924	375,000
Blister rust control	300,000	297,235	300,000
Dutch elm disease eradication	¹³ 478,489	476,229	500,000
Truck crop and garden insects	381,580	380,589	381,580
Cereal and forage insects	363,669	362,169	383,700
European corn borer control	32,939	26,739	32,939
Barberry eradication	200,000	198,851	175,000
Cotton insects	144,544	143,834	144,544
Pink bollworm control	446,800	445,412	906,800
Thurberia weevil control	2,808	2,784	2,808
Bee culture	83,000	82,500	83,000
Insects affecting man and animals	191,100	189,491	181,500
Insect pest survey and identification	149,790	149,746	154,790
Foreign parasites	38,000	37,794	38,000
Control investigations	72,518	72,243	67,518
Insecticide and fungicide investigations	123,984	122,990	134,984
Transit inspection	44,059	43,290	44,059
Foreign plant quarantines	680,000	662,770	680,000
Certification of exports	31,862	30,666	31,862
Total	5,721,867	5,658,603	6,199,809
Bureau of Biological Survey:			
General administrative expenses	110,000	109,700	—
Food habits of birds and animals	68,140	67,432	—
Fur resources investigations	91,000	88,789	—
Biological investigations	171,149	169,482	—
Control of predatory animals and injurious rodents	650,000	644,774	—
Protection of migratory birds	315,000	308,639	—
Enforcement of Alaska game law	130,798	130,100	—
Maintenance of mammal and bird reservations	¹⁴ 507,500	504,257	—
Migratory bird conservation refuges	79,753	78,874	—
Upper Mississippi River Wildlife Refuge		21,034	—
Total	2,123,340	2,123,081	(17)
Bureau of Agricultural Economics:			
General administrative expenses	88,900	88,861	88,900
Economic investigations	802,100	782,789	839,100
Total	891,000	871,650	928,000
Agricultural Marketing Service:			
General administrative expenses	157,306	157,306	157,306
Marketing farm products	426,620	415,351	431,470
Crop and livestock estimates	642,799	640,118	747,510
Market inspection of farm products	450,000	449,595	459,000
Tobacco Inspection Act	375,000	364,996	425,000
Tobacco stocks and standards	17,187	17,186	17,187
Market news service	1,112,302	1,108,263	1,138,302
Perishable Agricultural Commodities and Produce			
Agency Acts	149,628	139,491	155,000
Standard Container Acts	22,000	20,237	20,000
Cotton Quality Statistics and Classing Acts	430,000	407,999	475,000
United States Cotton Futures and United States			
Cotton Standards Acts	491,900	463,991	495,000
United States Grain Standards Act	723,941	716,239	723,941
United States Warehouse Act	¹⁵ 391,700	384,594	¹⁶ 417,500
Federal Seed Act	52,293	52,071	52,293
Packers and Stockyards Act	381,879	372,736	381,879
Total	5,824,555	5,720,173	6,096,388

¹⁵ Includes \$100,000 provided by Second Deficiency Appropriation Act, 1939.¹⁶ Includes \$60,000 provided by Second Deficiency Appropriation Act, 1938.¹⁷ The Bureau of Biological Survey was transferred to Department of the Interior on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II.¹⁸ Includes \$55,000 provided by Second Deficiency Appropriation Act, 1938.¹⁹ Includes \$17,500 provided by Third Deficiency Appropriation Act, 1939.

TABLE 5.—*Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued*

Bureau and item	Appropriation, 1939 (revised)	Obligations, 1939	Appropriation, 1940
Ordinary activities—Continued.			
Bureau of Home Economics:			
General administrative expenses.....	\$31,735	\$31,585	\$31,735
Home economics investigations.....	273,350	271,415	293,350
Total.....	305,085	303,000	325,085
Commodity Exchange Administration: Enforcement of Commodity Exchange Act.....	623,380	619,545	623,380
Food and Drug Administration:			
General administrative expenses.....	100,802	100,754	100,802
Enforcement of Federal Food, Drug, and Cosmetic Act.....	²⁰ 1,763,380	1,761,093	2,288,380
Enforcement of Tea Importation Act.....	40,094	39,129	30,094
Naval Stores Act.....	34,700	32,379	34,700
Enforcement of Insecticide Act.....	208,180	205,284	193,180
Enforcement of Milk Importation Act.....	19,241	18,087	19,241
Enforcement of Caustic Poison Act.....	24,741	23,238	24,741
Enforcement of Filled Milk Act.....	10,000	8,542	10,000
Enforcement of Sea Food Inspectors Act.....	40,000	40,000	40,000
Total.....	2,241,138	2,228,506	2,741,138
Soil Conservation Service:			
General administrative expenses.....	552,050	549,045	552,050
Soil and moisture conservation and land-use investigations.....	1,631,185	1,612,877	1,631,185
Soil and moisture conservation and land-use operations, demonstrations, and information.....	21,462,349	20,898,668	21,462,349
Emergency erosion control, Everglades region, Florida.....			75,000
Total.....	23,645,584	23,060,590	23,720,584
Beltsville Agricultural Research Center.....	85,000	84,500	85,000
Total, ordinary activities.....	95,189,611	91,023,379	95,738,817
Special items:			
Fighting forest fires.....	²¹ 2,480,000	2,472,468	
Acquisition of lands for national forests.....	3,000,000	2,895,218	3,000,000
Cooperative farm forestry (act of May 18, 1937).....			300,000
Forest roads and trails.....	14,000,000	14,000,000	10,000,000
Tobacco laboratory, Oxford, N. C. (Bureau of Entomology and Plant Quarantine).....	80,000	79,000	
Building, Weather Bureau, Washington, D. C.....			250,000
Incipient and emergency outbreaks of plant pests (acts of Apr. 6, 1937, and May 9, 1938).....	²² 5,450,000	4,130,800	
Water Facilities Act, arid and semi-arid areas.....	500,000	368,193	500,000
Mediterranean Fruit Fly Board.....	²³ 10,000	8,125	
New England hurricane damage.....	²⁴ 5,000,000	471,198	
Hurricane damage repair, White Mountain National Forest.....	24 500,000	62,231	
Total, special items.....	31,020,000	24,487,233	14,650,000
Receipts and contributed funds:			
Forest Service:			
Acquisition of lands from national-forest receipts.....	50,000	49,624	71,000
Payments to States and Territories.....	1,114,700	1,135,749	1,275,000
Payments to school funds, Arizona and New Mexico.....	30,000	31,466	30,000
Roads and trails for States.....	510,000	450,225	510,000
Cooperative work (contributed funds).....	1,000,000	963,353	1,000,000
Bureau of Biological Survey:			
Migratory bird conservation fund.....	²⁵ 750,000	634,103	(²⁶)
Payments to counties under Migratory Bird Conservation Act.....	15,000	11,245	(²⁶)
Agricultural Marketing Service: Farm products inspections.....	75,588	35,816	103,228
Food and Drug Administration: Sea-food inspections, refunds to depositors.....	29,698	29,698	29,000

²⁰ Includes \$15,000 provided by Second Deficiency Appropriation Act, 1939.²¹ Provided by Second Deficiency Appropriation Act, 1939.²² Consists of \$700,000 provided by the Second Deficiency Appropriation Act, 1938, \$3,000,000 by First Deficiency Appropriation Act, 1939, and \$1,750,000 by the act of June 13, 1939 (Public Res. 22, 76th Cong.).²³ Provided by Second Deficiency Appropriation Act, 1938.²⁴ Provided by First Deficiency Appropriation Act, 1939.²⁵ Estimated receipts from sale of hunting stamps; includes \$125,000 advanced from Treasury by Agricultural Appropriation Act, to be reimbursed from hunting-stamp receipts.²⁶ See footnote 17.

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TABLE 5.—*Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued*

Bureau and item	Appropriation, 1939 (revised)	Obligations, 1939	Appropria- tion, 1940
Receipts and contributed funds—Continued.			
Farm Security Administration:			
Payments in lieu of taxes and for operation and maintenance of resettlement projects	\$1,200,000	\$1,478,743	\$1,800,000
State Rural Rehabilitation Corporation funds	2,840,000	4,090,092	2,875,000
Miscellaneous contributed funds	27,125,300	125,300	44,500
Total, receipts and contributed funds	7,740,286	9,035,414	7,737,728
Payments to States (exclusive of road and receipt funds):			
Office of Experiment Stations (for research work of State agricultural experiment stations):			
Hatch Act	720,000	720,000	720,000
Adams Act	720,000	720,000	720,000
Purnell Act	2,880,000	2,880,000	2,880,000
Hawaii	55,000	55,000	40,000
Alaska	23,750	23,750	23,750
Puerto Rico	42,500	42,500	45,000
Title I, Bankhead-Jones Act	2,100,000	2,100,000	2,400,000
Total	6,541,250	6,541,250	6,848,750
Extension Service (for extension work of State agricultural colleges):			
Smith-Lever Act (permanent annual)	4,701,165	4,701,165	4,701,165
Supplementary cooperative extension work (Smith-Lever Act)	395,000	395,000	
Capper-Ketcham extension work	1,480,000	1,480,000	1,480,000
Extension work, act of Apr. 24, 1939			203,000
Extension work, sec. 21, Bankhead-Jones Act	11,000,000	11,000,000	12,000,000
Alaska	21,418	21,418	21,418
Puerto Rico	45,000	45,000	65,000
Additional cooperative extension work	275,000	275,000	
Total	17,917,583	17,917,583	18,470,583
Forest Service:			
Forest-fire cooperation	2,000,000	1,997,393	2,200,000
Cooperative distribution of forest planting stock (Clark-McNary Act)	28,100,000	99,826	100,000
Total	2,100,000	2,097,219	2,300,000
Bureau of Biological Survey: Federal aid to States in wildlife restoration projects	1,000,000	426,611	(28)
Total, payments to States	27,558,833	26,982,663	27,619,333
Farm Tenant Act:			
Farm tenancy (loans, title I):			
Direct appropriation	25,000,000		
Recapropriation from prior-year balance	710,000	24,998,353	{ 40,000,000
Liquidation and management of resettlement projects (title IV)	2,000,000	1,880,208	575,000
Land utilization and retirement of submarginal land (title III):			
Direct appropriation	5,000,000		
Reappropriation	8,213,000	10,705,251	{ 4,978,330
Total, Farm Tenant Act	40,923,000	37,583,812	2,445,000
49,985,730			
Loans, relief, and rural rehabilitation: 29			
Direct appropriation	175,000,000		
Reappropriation	23,000,000	31 180,282,993	{ 143,000,000
Total, loans, relief, and rural rehabilitation	198,000,000	180,282,993	17,700,000
160,700,000			
Agricultural adjustment and related funds:			
Salaries and expenses, Agricultural Adjustment Adminis-tration			
Payments for agricultural adjustment		1,603,644	
Conservation and use of agricultural land resources:		263,956	
Direct appropriation	345,000,000		
Reappropriation	155,000,000	499,941,630	{ 429,560,000
70,000,000			

²⁷ Includes \$3,620 under Bureau of Biological Survey.²⁸ Carried in 1939 Agricultural Appropriation Act under title "Cooperative farm forestry."²⁹ See footnote 17.³⁰ This item carried in Emergency Relief appropriation acts.³¹ Obligated under the following projects: Direct relief (grants), \$24,025,843; rehabilitation loans, \$49,558,765; expenses incident to loans and relief, \$17,441,624; rural rehabilitation projects, \$5,584,371; expenses in connection with rehabilitation projects, \$662,471; water facilities projects, \$1,127,080; migratory labor camps, \$4,988,250; and general administrative expenses, \$6,894,589; total, \$180,282,993.

TABLE 5.—*Detailed statement, by bureaus and appropriation items, of regular Department of Agriculture funds, fiscal years 1939 and 1940—Continued*

Bureau and item	Appropriation, 1939 (revised)	Obligations, 1939	Appropriation, 1940
Agricultural adjustment and related funds—Continued.			
Price Adjustment Act of 1938 (parity payments).....	\$212,000,000	\$29,000,000	\$225,000,000
Sugar Act of 1937:			
Direct appropriation.....	53,000,000	53,945,237	31,975,000
Reappropriation.....	1,500,000		16,000,000
Exportation and domestic consumption of agricultural commodities (sec. 32, act of Aug. 24, 1935).....	144,024,893	207,236,081	92,678,812
Disposal of surplus commodities.....			113,000,000
Retirement of cotton pool participation trust certificates.....	1,800,000	1,207,615	
Federal Crop Insurance Act:			
Administrative and operating expenses:			
Direct appropriation.....			5,423,200
Reappropriation.....	5,500,000	4,792,098	500,000
Subscription to capital stock (Treasury Department):			
Reappropriation.....	20,000,000	5,000,000	
Commodity Credit Corporation: ³⁷ Restoration of capital impairment (Treasury Department).....			(38)
Total, agricultural adjustment and related funds.....	937,824,893	802,990,261	984,137,012
Rural electrification: ⁴⁰			
Salaries and expenses.....			2,700,000
Printing and binding.....			90,000
Rural electrification loans.....			40,000,000
Total, rural electrification.....			42,790,000
Federal highways (exclusive of forest roads and trails): ⁴¹			
Federal aid (rural post roads).....		316,451	
Federal-aid highway system.....	125,000,000	100,000,000	
Federal-aid secondary or feeder roads.....	20,000,000	15,000,000	
Elimination of grade crossings.....	40,000,000	20,000,000	
Public-lands highways.....	2,500,000	1,000,000	
Total, Federal highways (exclusive of forest roads and trails).....	187,500,000	136,316,451	(41)
Flood control (transfer from War Department):			
Examinations and surveys for run-off and water-flow retardation and soil-erosion prevention on watersheds of flood-control projects.....	3,000,000	1,640,097	3,000,000
Improvement projects (works and measures).....	4,000,000	17,086	
Total, flood control.....	7,000,000	1,657,183	3,000,000
Grand total, regular funds, Department of Agriculture (including reappropriations).....	1,532,756,623	1,310,359,389	1,385,758,620
Deduct reappropriations included in foregoing:			
Eradicating tuberculosis and Bang's disease (Animal Industry).....	-7,827,000		-4,000,000
Control of European fowl pest (Animal Industry).....	-5,000		-5,000
Farm Tenant Act:			
Title I (tenancy loans).....	-710,000		-575,000
Title III (submarginal land programs).....	-8,213,000		-2,445,000
Loans, relief, and rural rehabilitation.....	-23,000,000		-17,700,000
Conservation and use of agricultural land resources.....	-155,000,000		-70,000,000
Sugar Act of 1937.....	-1,500,000		-16,000,000
Crop insurance.....	-25,500,000		-500,000
Total deductions, as above.....	-221,755,000		-111,225,000
Total, direct appropriations, regular funds.....	1,311,001,623	1,310,359,389	1,274,533,620

³² Provided by Price Adjustment Act of 1938 (title V, act of June 21, 1938).³³ Provided by Agricultural Appropriation Act, 1940.³⁴ Includes \$5,000,000 provided by Second Deficiency Appropriation Act, 1939.³⁵ Authorized by Second Deficiency Appropriation Act, 1939.³⁶ Includes \$65,000,000 out of sec. 32 funds, fiscal year 1938, for cotton-price-adjustment program of 1937, as authorized by Third Deficiency Appropriation Act, 1937.³⁷ The Commodity Credit Corporation was an independent Federal agency prior to July 1, 1939, on which date, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. I, it was transferred to the Department of Agriculture. Expenses for administration are paid from the funds of the Corporation.³⁸ \$119,599,918 for restoration of the capital impairment of the Commodity Credit Corporation as of Mar. 31, 1939, was provided by Third Deficiency Appropriation Act, 1939; an appropriation of \$94,285,405 was made for this purpose, fiscal year 1938.³⁹ See table 6 for detailed statement of obligations, fiscal year 1939, under this group.⁴⁰ The Rural Electrification Administration was an independent Federal agency prior to July 1, 1939; on which date, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. II, it was transferred to the Department of Agriculture.⁴¹ Forest roads and trails shown under Special items.⁴² Obligated for highway research out of prior-year appropriations.⁴³ The Bureau of Public Roads was transferred to the Federal Works Agency on July 1, 1939, pursuant to the Reorganization Act of 1939 and Reorganization Plan No. I.⁴⁴ In addition, \$175,733 was carried over from 1938 Appropriation.⁴⁵ Provided by War Department Civil Appropriation Act.

TABLE 6.—*Obligations incurred under funds available for agricultural adjustment and related activities, fiscal year 1939*

Item	Obligations, 1939	Item	Obligations, 1939
Salaries and expenses, Agricultural Adjustment Administration:		Conservation and use of agricultural land resources—Continued.	
Agricultural Adjustment Administration:		Adjustment in freight rates for farm products—Continued.	
Administrative expenses.....	\$1,095,657	Office of the Solicitor.....	\$11,731
International production control committees.....	17,500	Total.....	47,632
Office of the Secretary.....	14,763	Total, conservation and use of agricultural land resources.....	499,941,630
Office of the Solicitor.....	137,017		
Library, Department of Agriculture.....	3,240		
Extension Service.....	8,000		
Bureau of Animal Industry:		Exportation and domestic consumption of agricultural commodities (Sec. 32, act of Aug. 24, 1935):	
Marketing agreements with respect to hog cholera virus and serum.....	29,510	Marketing and marketing agreements (A. A. A.):	
Bureau of Agricultural Economics.....	152,679	Agricultural Adjustment Administration:	
Agricultural Marketing Service.....	120,604	Removal of agricultural surpluses.....	13,441,422
Office of Foreign Agricultural Relations.....	24,674	Administrative expenses (A. A. A.).....	731,932
Total.....	1,603,644	Office of the Secretary.....	53,360
Payments for agricultural adjustment:		Office of the Solicitor.....	42,367
General program: Agricultural Adjustment Administration: Administrative expenses.....	263,956	Federal Surplus Commodities Corporation:	
Conservation and use of agricultural land resources:		Purchases for relief.....	68,148,872
Conservation program:		Administrative expenses.....	678,128
Agricultural Adjustment Administration:		Total.....	83,096,081
Administrative expenses.....	12,027,699		
Conservation payments.....	459,870,121	Cotton price adjustment program of 1937:	
Removal and diversion of agricultural surpluses.....	22,110,000	Agricultural Adjustment Administration:	
Office of the Secretary.....	321,496	Adjustment payments.....	124,115,000
Office of the Solicitor.....	124,126	Division of Disbursement, Treasury Department.....	25,000
Office of Information.....	10,680	Total.....	124,140,000
Extension Service.....	66,000		
Forest Service.....	46,528	Total, exportation and domestic consumption of agricultural commodities.....	1 207,236,081
Bureau of Agricultural Economics.....	360,037		
Agricultural Marketing Service.....	198,854		
Bureau of Standards.....	3,000		
Division of Disbursement, Treasury Department.....	272,500		
Office of the Treasurer, Treasury Department.....	89,950		
General Accounting Office.....	397,509		
Total.....	495,898,500		
Regional research laboratories:			
Bureau of Agricultural Chemistry and Engineering.....	3,981,066		
Office of Experiment Stations.....	6,313		
Bureau of Plant Industry.....	3,339		
Bureau of Agricultural Economics.....	4,780		
Total.....	3,995,498		
Adjustment in freight rates for farm products:		Retirement of cotton pool participation trust certificates:	
Bureau of Agricultural Economics.....	\$33,054	Agricultural Adjustment Administration:	
Agricultural Adjustment Administration (Division of Marketing and Marketing Agreements).....	2,847	Administrative expenses.....	87,981
		Retirement of certificates.....	1,103,514
		Division of Disbursement, Treasury Department.....	11,620
		Office of the Treasurer, Treasury Department.....	4,500
		Total.....	1,207,615

¹ Includes \$65,000,000, out of sec. 32 funds for fiscal year 1938, for payments in connection with the cotton price adjustment program of 1937, as authorized by the Third Deficiency Appropriation Act, 1937.

TABLE 6.—*Obligations incurred under funds available for agricultural adjustment and related activities, fiscal year 1939—Continued*

Item	Obligations, 1939	Item	Obligations, 1939
Administration of the Sugar Act of 1937:		Administration of the Federal Crop Insurance Act:	
Sugar Division:		Federal Crop Insurance Corporation:	
Administrative expenses.....	\$137,961	Administrative and operating expenses.....	\$3,236,268
Payments to producers.....	53,248,541	Subscription to capital stock, Federal Crop Insurance Corporation (Treasury Department).....	25,000,000
Agricultural Adjustment Administration.....	444,047	Office of the Secretary.....	27,745
International production control committees.....	8,000	Office of the Solicitor.....	48,786
Office of the Secretary.....	15,293	Bureau of Agricultural Economics.....	51,300
Office of the Solicitor.....	30,068	Agricultural Marketing Service.....	24,693
Bureau of Agricultural Economics.....	10,898	Agricultural Adjustment Administration.....	1,403,306
Office of the Treasurer, Treasury Department.....	5,447	Total.....	39,792,098
Division of Disbursement, Treasury Department.....	15,750		
General Accounting Office.....	29,232	Grand total.....	802,990,261
Total.....	53,945,237		

² Amount requisitioned in 1939 under reappropriation of \$20,000,000 for this purpose from unobligated balance of 1938 appropriation for conservation and use of agricultural land resources.

³ Chargeable to reappropriations for 1939 from 1938 balances under conservation and use of agricultural land resources.

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TABLE 7.—*Obligations under regular appropriations, fiscal year 1939, classified by types of activity*

Type of activity	Amount	Percent	Payments to States (for experiment stations, extension work, and special forestry activities) ²	Farm tenancy, rehabilitation, and related work	Agricultural adjustment and related work	Road funds	Total	Amount	Percent
							Road funds		
All objects except payments to States, road funds, agricultural adjustment, and farm tenancy, rehabilitation, and related work ¹									
Research	\$19,638,083	18.91	4 \$6,511,250 1,563,813 \$17,917,583	6 \$1,001,826 1.51 17,059	6 \$4,071,491	\$316,451	\$31,569,101 19,481,396 17,708,449	2,411 1,49 1,35	
Pest control or eradication									
Regulatory work	\$17,708,419	17.05							
Public-service activities	13,523,568	13.02							
Farm tenancy, rehabilitation, and related work (exclusive of research)	9 51,405,945	49.51	10 3,601,163	11 222,433,814	798,918,770		222,433,814 798,918,770	16.97 60.97	
Agricultural adjustment and related work (exclusive of research)									
Road construction (exclusive of research)							150,000,000	150,000,000	
Flood control (transfer from War Department)									
Total	103,839,858	100.00	28,119,996	223,435,640	802,900,261	150,316,451	1,310,359,389	100.00	
Percentage of grand total									

¹ Includes ordinary activities, special items, and receipts and contributed funds not paid to States.² Exclusive of payments to States from road funds (\$315,000,000).

³ Includes, in addition to \$19,519,636 under ordinary activities, \$31,515 under cooperative work, Forest Service, \$15,775 under migratory bird conservation fund, and \$11,127 under forest-fire cooperation (for forest taxation and timber insurance studies).

⁴ Payments to States, Alaska, Hawaii, and Puerto Rico for agricultural experiment stations.

⁵ Consists of \$75,993 for investigative work incident to carrying out of the Federal Crop Insurance Act and \$3,995,498 for operation of 4 regional research laboratories looking to the development of new uses and markets for farm commodities.

⁶ Payments to States, Alaska, Hawaii, and Puerto Rico for cooperative agricultural extension work.

⁷ Includes \$9,080,225 for eradicating bovine tuberculosis and Bang's disease and \$4,430,500 for control of emergency outbreaks of insect pests and plant diseases.

⁸ Includes \$21,407,713 for soil and moisture conservation operations, demonstrations, and information.

⁹ Consists of \$1,167,215 paid to States from national forest receipts, \$1,931,211 for cooperative fire prevention, \$93,823 for cooperative distribution of forest planting stock, and \$426,611 for wildlife restoration projects; and \$11,245 paid to counties under Migratory Bird Conservation Act.

¹⁰ Consists of \$24,908,353 for farm tenancy loans and grants, \$1,850,203 for land utilization and retirement of submarginal lands, \$180,292,995 for loans, relief, and rural rehabilitation (provided by Emergency Relief Appropriation Act of 1935), and \$5,538,835 under Farm Security Administration trust funds.

TABLE 8.—*Department of Agriculture regular funds allocated to research, fiscal years 1939 and 1940*

Bureau or activity	1939 (revised)	1940 (estimated)
Department proper:		
Office of Foreign Agricultural Relations	\$177,000	\$150,000
Weather Bureau	170,494	175,270
Bureau of Animal Industry	1,332,362	1,361,753
Bureau of Dairy Industry	680,521	692,500
Bureau of Plant Industry	5,052,317	5,183,000
Forest Service	2,124,849	2,208,966
Bureau of Agricultural Chemistry and Engineering	1,404,332	1,379,369
Bureau of Entomology and Plant Quarantine	2,267,471	2,225,396
Bureau of Biological Survey	467,032	
Bureau of Public Roads (highway research paid from Federal-aid funds)	316,451	
Bureau of Agricultural Economics	871,650	928,000
Agricultural Marketing Service	505,058	520,598
Bureau of Home Economics	303,000	325,085
Food and Drug Administration	124,745	153,000
Soil Conservation Service	1,652,877	1,673,185
Conservation and use of agricultural land resources (new uses and markets for farm commodities, regional laboratories, and surveys)	3,995,498	3,200,000
Farm Tenant Act (land utilization and retirement of submarginal lands)	1,001,826	973,500
Federal Crop Insurance Act	75,993	254,300
Cooperative farm forestry		25,000
Rural Electrification Administration		11,000
Office of Experiment Stations (exclusive of payments to States)	228,241	244,735
Special research fund (Bankhead-Jones Act of June 29, 1935)	1,365,935	1,400,000
Beltsville Agricultural Research Center	84,500	85,000
General department administration, including pro rata of publication, legal, and library work	825,600	1,018,961
Total	25,027,851	24,188,627
Payments to State and Territorial experiment stations for research under Hatch, Adams, Purnell, and Bankhead-Jones Acts	6,541,250	6,848,750
Grand total	31,569,101	31,037,377

TABLE 9.—*Detailed statement of emergency funds allocated to Department of Agriculture and of obligations incurred thereunder and from prior-year unobligated balances during the fiscal year 1939*

Appropriation title and project	Allocations	Obligations
National Industrial Recovery Act (June 16, 1933):		
Office of the Solicitor: Legal work in connection with land acquisition for wildlife refuges		\$13,381
Bureau of Biological Survey: Acquisition and development of wildlife refuges		687,771
Total, National Industrial Recovery Act		701,152
Payments for agricultural adjustment (under allotments from \$700,000 provided by Supplemental Appropriation Act, 1936, in substitution for Puerto Rico and Hawaii sugar trust funds, authorized by sec. 8, of Jones-Costigan Act of May 9, 1934):		
Puerto Rico:		
Office of Experiment Stations: Experiments in the propagation and breeding of tropical plants, and studies of parasites affecting domestic animals		1,982
Bureau of Entomology and Plant Quarantine: Insect-pest survey		102
Soil Conservation Service: Soil-erosion survey		6,600
Total, Puerto Rico		8,654
Hawaii:		
Office of Experiment Stations:		
Taro investigations		10
Liver fluke eradication		874
Development of truck farming and improvement of marketing facilities for farm products		14
Development of livestock feed		345
Development of tropical fruits and nuts		12
Promotion of the poultry industry		239
Bureau of Entomology and Plant Quarantine: Fruitfly control		737
Total, Hawaii		2,231
Total, payments for agricultural adjustment		10,885

TABLE 9.—*Detailed statement of emergency funds allocated to Department of Agriculture and of obligations incurred thereunder and from prior-year unobligated balances during the fiscal year 1939—Continued*

Appropriation title and project	Allocations	Obligations
Emergency Relief Appropriation Act of 1935 (Apr. 8, 1935):		
Office of the Solicitor: Title examination work in connection with forest and wildlife land acquisition.....		\$7
Bureau of Entomology and Plant Quarantine:		
Brown-tail moth control.....		12
Citrus canker eradication.....		5
Gypsy moth control.....		107
Peach mosaic survey and eradication.....		201
Phony peach disease control.....		7
White pine blister rust control.....		368
Barberry eradication for prevention of black stem rust.....		1,298
Dutch elm disease eradication.....		1,864
Construction of insectaries, storage facilities, etc.....		8
European corn borer survey.....		52
Locating and destroying wild cotton plants.....		446
Total, Bureau of Entomology and Plant Quarantine.....		4,368
Farm Security Administration: Administrative expenses in connection with resettlement projects		5,000
Total, Emergency Relief Appropriation Act of 1935.....		9,375
Emergency Relief Appropriation Act of 1938 (June 21, 1938):		
Office of the Secretary: Departmental reserve.....	\$185,532	
Office of Information:		
Informational work in connection with rehabilitation program of Farm Security Administration.....	377,885	339,001
Printing of standard forms.....		
Total, Office of Information.....	20,315	18,546
Forest Service:		
Surveys and studies in control of forest fires and erosion, silvicultural investigations, and mapping and tracing national-forest boundaries.....	331,445	325,854
Eradication and control of rodents, insects, diseases, etc., on national forests.....	6,511,678	6,417,007
Administrative expenses.....	379,320	372,603
Total, Forest Service.....	7,222,443	7,115,464
Bureau of Agricultural Chemistry and Engineering:		
Physical improvements at Stoneville, Miss.....	3,900	3,898
Administrative expenses.....	10,200	8,085
Total, Bureau of Agricultural Chemistry and Engineering.....	14,100	11,983
Bureau of Entomology and Plant Quarantine:		
Citrus canker eradication.....	116,666	97,481
Gypsy moth control.....	945,970	939,391
Locating and removing peach mosaic.....	169,622	129,975
Phony peach disease control.....	307,833	278,144
White pine blister rust control.....	1,824,600	1,779,406
Barberry eradication for prevention of black stem rust.....	1,219,783	1,203,670
Locating and destroying <i>Thurberia</i> plants.....	83,500	80,073
Dutch elm disease eradication.....	2,957,500	2,901,507
Clearing quarantined building site at Hoboken, N. J.....	30,000	24,772
Administrative expenses.....	275,000	251,768
Total, Bureau of Entomology and Plant Quarantine.....	7,930,474	7,686,187
Bureau of Biological Survey:		
Development of wildlife refuges.....	1,321,786	1,294,786
Administrative expenses.....	82,500	81,298
Total, Bureau of Biological Survey.....	1,404,286	1,376,084
Bureau of Agricultural Economics:		
Preliminary surveys and economic research incident to programs for water conservation, and utilization.....	200,000	153,012
Administrative expenses.....	92,300	80,837
Total, Bureau of Agricultural Economics.....	292,300	233,849

TABLE 9.—*Detailed statement of emergency funds allocated to Department of Agriculture and of obligations incurred thereunder and from prior-year unobligated balances during the fiscal year 1939—Continued*

Appropriation title and project	Allocations	Obligations
Emergency Relief Appropriation Act of 1938 (June 21, 1938)—Continued.		
Bureau of Home Economics:		
Study of consumption of goods and services by rural and town families.....	\$226,082	\$225,802
Study of body measurements for garments and pattern sizes.....	315,442	314,409
Administrative expenses.....	110,000	110,000
Total, Bureau of Home Economics.....	651,524	650,211
Soil Conservation Service:		
National program of soil conservation, including control operations, erosion surveys, etc.....	9,841,669	9,052,225
Assistance to needy farmers in rehabilitation through construction of water facilities in arid and semi-arid areas.....	853,118	712,326
Soil conservation, statistical and research work.....	19,419	17,868
Administrative expenses.....	474,220	342,984
Total, Soil Conservation Service.....	11,188,426	10,125,403
Beltsville Agricultural Research Center:		
Physical improvement at Beltsville (Md.) Research Center.....	1,009,200	538,107
Administrative expenses.....	100,000	99,782
Total, Beltsville Agricultural Research Center.....	1,109,200	637,889
Agricultural Adjustment Administration:		
Compilation of data on standards, etc., for consumer goods.....	122,003	117,094
Administrative expenses.....	6,500	5,810
Total, Agricultural Adjustment Administration.....	128,503	122,904
Total, Emergency Relief Appropriation Act of 1938.....	30,524,988	28,317,521
Public Works Administration Appropriation Act of 1938 (June 21, 1938):		
Bureau of Agricultural Chemistry and Engineering: Physical improvements at Stoneville, Miss.....	15,100	15,097
Bureau of Entomology and Plant Quarantine: Construction of a plant and parasite receiving station at Hoboken, N. J.....	400,000	385,100
Soil Conservation Service: Construction of dams for storage of water, roads, buildings, fences, power lines, and other improvements in connection with land-utilization program under title III of the Farm Tenant Act.....	3,960,400	3,385,690
Beltsville Agricultural Research Center: Physical improvements at Beltsville (Md.) Research Center.....	3,492,671	1,677,190
Total, Public Works Administration Appropriation Act of 1938.....	7,868,171	5,463,077
Grand total, emergency funds.....	138,393,159	¹ 34,502,010

¹ Exclusive of funds provided directly to the Secretary of Agriculture by the Emergency Relief Appropriation Act of 1938 (for expenditure through Farm Security Administration) for loans, relief, and rural rehabilitation, and listed in this report under table 5 as a regular appropriation.

RECEIPTS FROM DEPARTMENT'S ACTIVITIES, 1939

Receipts accruing incident to the operations of the Department during the fiscal year 1939 totaled \$49,666,379. This amount is classified into two groups, showing (1) miscellaneous collections and (2) repayment of loans made by the Farm Security Administration, as follows:

Miscellaneous collections:

From business on the national forests:

Timber sales.....	\$2,853,294
Grazing fees.....	1,548,437
All other objects.....	470,702
	¹ 4,872,433

Contributions from private cooperators, appropriated as a trust fund (cooperative work, Forest Service) for various activities on the national forests and privately owned timberlands.....

944,444

Miscellaneous collections—Continued.

Contributions from private cooperators for expenditure under trust arrangements:	
Farm Security Administration-----	\$5, 267, 392
Deposits of fees received from licensees under the Commodity Exchange Act-----	202
Deposits in part payment of salaries of inspectors under the Sea Food Inspectors Act-----	78, 379
Miscellaneous-----	526, 874

From sale of hunting stamps (Migratory Bird Conservation Act)-----	\$5, 872, 847 1, 009, 008
From sale of products of migratory bird refuges, Migratory Bird Conservation Act-----	45, 214
From fees:	
Perishable Agricultural Commodities Act-----	\$215, 057
Alaska game laws-----	25, 501
Naval stores grading-----	7, 539
United States Warehouse Act-----	40, 620
Miscellaneous fees-----	20, 849

Reimbursement for services in inspecting agricultural products, miscellaneous refunds, etc-----	309, 566 638, 086
Sale of Government property and products, payments for marketing privileges, and miscellaneous services-----	1, 680, 518
Miscellaneous-----	145, 877

Total, miscellaneous collections-----	15, 517, 993

Repayments of loans (Farm Security Administration):	
Principal repaid on loans-----	33, 353, 709
Interest collections on loans-----	794, 677

Total, repayments of loans-----	34, 148, 386

Total-----	49, 666, 379

DIVISION OF ACCOUNTS

The regional offices of the Division of Disbursement, Treasury Department, have cooperated in the semimonthly payment of the salaries and wages of approximately 47,750 field employees of the various bureaus, offices, and agencies of the Department. This represents an increase of 12 percent over the number paid by these disbursing officers during the preceding fiscal year. In addition, the facilities of regional disbursing officers were utilized more extensively for the payment of the administrative and program obligations of bureaus and agencies organized on a regional basis.

The Division of Accounts received from the Division of Bookkeeping and Warrants, Treasury Department, copies of 214 appropriation and transfer appropriation warrants, excluding those applicable to emergency relief appropriations. Approximately 200 letters of notification of receipt of warrants and 550 letters of notification of original and revised allotments approved by the Secretary were prepared and forwarded to the Department units concerned. In order to record obligation, expenditure, and collection transactions applicable to funds warranted and allotted during the year, as well as to those already available for obligation and expenditure, approximately 475 treasury cash accounts and 800 budgetary accounts were maintained. Allotting funds and revising allotments also entailed the preparation of approximately 500 memoranda to the Secretary.

To make the necessary disbursing funds available to the chief disbursing officer, Division of Disbursement, Treasury Department, for the payment of vouchers, pay rolls, settlements, etc., and to enable his regional disbursing officers in the continental United States, insular possessions, and Territories and the Department's temporary special disbursing agents stationed in foreign countries to make payment of the vouchers and pay rolls scheduled to them, 260 requisitions for disbursing funds and 1,970 requests for transfers of funds were prepared in or processed through the Division of Accounts, which placed \$1,245,590,321 to the credit of these officers and agents.

The Division of Accounts examined and submitted to the Division of Disbursement, Treasury Department, Washington, D. C., for payment 130,345 schedules, listing 526,826 administratively approved vouchers and pay rolls; processed to offices within the Department 22,709 accomplished copies of schedules and 46,326 memorandum copies of vouchers and pay rolls applicable to payments effected by regional disbursing officers of the Division of Disbursement; received 12,653 claims from agencies of the Department, which, after examination and recording, were forwarded to the General Accounting Office for adjustment and direct settlement; received from the General Accounting Office, recorded, and forwarded to the appropriate offices within the Department 19,682 certificates of settlement, settlement certificates, and notices of disallowances of claims; received 15,107 schedules of collections from Department offices, accompanied by 92,405 remittances in the form of checks, drafts, money orders, and cash; and processed through the Division 986 schedules of transfers-special deposits, 5,757 schedules of adjustments, 2,518 schedules of voucher deductions, and 10,366 schedules of retirement and disability fund credits, involving credits to appropriation, fund, and receipt accounts of the Department totaling \$6,520,656.

To provide for the recording of disbursements effected by disbursing officers and agents from appropriations and funds of the Department, and to provide information as to balances of appropriations and funds available with disbursing officers for the payment of vouchers, pay rolls, settlements, etc., the Division maintained 980 disbursing officers' disbursing cash accounts. The Division also maintained 662 disbursing officers' collection cash accounts in order to record collections deposited by disbursing officers or processed through their accounts and to provide information for the verification of collections covered into the Treasury or disbursed or transferred from special deposit accounts.

The Division was required during 1939 to administratively examine 4,706 accounts current, or an average of 392 per month. These accounts pertained to disbursement and collection transactions effected by 39 disbursing officers and agents in 244 checking accounts. In connection with the administrative examination of accounts current, the Division received 78,828 daily and monthly summary statements of disbursements and collections by appropriation limitations from the Department as a whole. Of these, 8,604 monthly statements were examined, revised when necessary, and attached to the applicable accounts current for submittal to the General Accounting Office, in order to provide that Office with analyses of disbursements and collections by appropriation, subappropriation, limitation, receipt, and fund accounts.

Other activities conducted by the Division included the following:

Maintenance of 200 general fund revenue accounts, in order to accumulate information as to collections received from the miscellaneous sources of revenue which were deposited into the Treasury; reception of copies of 895 transfer and counter warrants, necessitating the preparation of approximately 1,100 letters to Department offices notifying them of the issuance of these warrants; reception from the General Accounting Office of 3,644 notices of exception and their transmission to the proper Department offices for replies (3,527 replies to exceptions having been received, reviewed, recorded on the retained copies of the pertinent notices of exceptions, and forwarded to the Division of Disbursement, Treasury Department); and handling of 8,811 letters received from the General Accounting Office and from within the Department relating to claims receiving consideration in the General Accounting Office and 3,482 letters relating to check settlements.

The Division also processed appropriations aggregating \$227,034,603 made to or transferred to the Department under the Emergency Relief Appropriation Act of 1938, as supplemented, reappropriations of \$23,225,083 from funds made available under previous Emergency Relief Appropriation Acts, and revisions aggregating \$4,955,785 from allocations received under the Emergency Relief Appropriation Acts of 1935, 1936, and 1937. The processing of these appropriations, reappropriations, and revisions required the preparation of numerous letters, statements, apportionments, etc., and considerable time and effort in contacting the Department offices concerned, the Bureau of the Budget, the Treasury Department, and the General Accounting Office. While no general ledger accounts were set up in connection with emergency relief appropriations, it was necessary to establish subsidiary records in connection therewith for control purposes. Complete records and files of all allocations were maintained for the purpose of checking project authorizations, allotments, adjustments, and revisions and for preparing various monthly reports and statements showing the status of such funds.

In addition, the Division received and initiated replies to numerous inquiries for various fiscal information; initiated requests for the issuance of appropriation, transfer appropriation, and transfer and counter warrants; initiated or examined requests on the General Accounting Office for corrections of errors in charging or crediting appropriations, funds, limitations, or official projects; examined and prepared for submittal to the Bureau of the Budget apportionments, and modifications thereof, of appropriations and funds, and reports of obligations incurred against the amounts apportioned; acted as the contact office between the Department and the Treasury Department, General Accounting Office, and Bureau of the Budget on numerous phases of fiscal work; reconciled appropriation, fund, and receipt accounts with the Treasury Department and the General Accounting Office; and assisted bureaus, offices, and agencies of the Department in reconciling their available cash accounts with the records of the General Accounting Office.

BUREAU ACCOUNTING SERVICE

This Division has continued to serve the Office of the Secretary, Department Library, Office of the Solicitor, Office of Information,

Office of Experiment Stations, Extension Service, Commodity Exchange Administration, and the Bureau of Home Economics in the administrative audit and accounting of their funds.

During the year the uniform property accountability records were adopted by several of the Bureaus and offices served by this Division. Procedures were outlined for classifying procurements and for recording additions and reductions and monthly reconciliation procedures were established. With the recent perfecting of adequate control over supplies inventory and now complete control over equipment, the Office of the Secretary has installed and placed in operation a complete system of proprietary accounts which will reflect a true financial balance sheet, exclusive of depreciation.

In connection with the receipt and deposit of registration fees and other charges, as provided for under section 8a (4) of the act approved June 15, 1936, amending the Grain Futures Act, \$17,118 was received for deposit to the proper trust fund receipt account pending action on the applications. As all the applications have been favorably acted upon, the entire amount received has been earned and transferred to the general fund receipt account.

The act of February 16, 1938, authorizing the Secretary to establish, equip, and maintain four regional research laboratories materially increased the number of transactions under the bid and guarantee deposits account. During the year there was deposited to the bid and guarantee deposits account \$152,980, which amount, added to the balance of \$25,791 on hand from previous fiscal years, made a record total of \$178,771 to be accounted for. Refunds to depositors amounted to \$149,994, leaving a balance of \$28,777 in the account for future disposition.

The above accounts, while fairly large and requiring considerable time and effort, are only a small portion of the work and amount of funds handled by the Collections and Deposits Unit. Collections from claims filed during the year or in the process of collection amounted to \$1,114,918. Included in this amount are reimbursements to the Central Supply Section for general stores, photographic supplies, addressing, duplicating, and mailing materials, and for parcel post, foreign transportation and mail, ice, laundry, and motor-transport service charges.

To meet a very urgent need for a more effective functioning of the Bureau accounting service in the field of supplying administrative officers with the class of information which is essential for proper management and control, it was necessary to organize an Analysis and Reports Section. A fundamental weakness of a central accounting organization has been that the accounting work is so far removed from the general administrative area as to make the accounting organization to a material degree irresponsible to the demands of the administrators. To overcome this admitted weakness the Analysis and Reports Section was created and has made considerable progress during the year. In addition to the basic responsibilities of providing information essential to the performance of the management function peculiar to the several bureaus and offices served, there will be assigned to this section many other important tasks.

In addition to the expansion of the work of the Collection and Deposit Unit and the institution of the new Analysis and Reports Section, there was a considerable increase in the volume of work of

the transportation service unit, due in part to the increase of 25 percent in the number of yearly letters of authorization handled, and in part to the larger number of allotted funds, with many restrictions and limitations placed upon their use.

The cost of operating the Bureau accounting service during the fiscal year 1938 was 26 percent below the 1937 figure, and, with the adjustments made in the organization during the fiscal year 1939, it has been possible to handle the increased load and still reduce the operating cost below that for 1938 by \$8,923. A summary of the work of this service is shown in tables 10, 11, and 12.

TABLE 10.—*Auditing, fiscal years 1936-39*

Fiscal year	Claims audited	Purchase orders pre-audited	Contracts audited	Items involved
	<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>
1936.....	93,056	10,492	856	1,189,442
1937.....	61,446	9,329	429	697,057
1938.....	41,201	8,860	210	414,542
1939.....	42,118	9,642	244	439,679

TABLE 11.—*Record of pay rolls and miscellaneous items, fiscal years 1936-39*

Fiscal year	Pay rolls prepared	Pay-roll items	Letters of authorization written	Collection claims filed	Transportation requests issued	Bills of lading issued
	<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>
1936.....	40,033	591,416	6,994	298	13,874	17,499
1937.....	24,510	489,423	2,201	305	8,447	4,537
1938.....	9,564	251,276	1,435	1,361	11,554	2,930
1939.....	10,049	246,450	1,800	1,747	12,230	1,951

TABLE 12.—*Funds under direct and indirect accounting control of the Bureau accounting service, fiscal years 1937-39*

Item	1937	1938	1939
General expense appropriations and allotted funds.....	\$8,485,410	\$8,071,302	\$7,876,493
Warranted to States.....	22,745,014	23,722,583	24,359,651
Offset by States.....	5,885,014	5,545,623	5,150,622
Supplemental State funds.....	5,959,276	7,940,276	8,997,579
Other funds.....	3,547,026	3,384,288	2,481,411
Total.....	46,621,740	48,664,072	48,865,756

DIVISION OF PURCHASE, SALES, AND TRAFFIC

The record of business transacted by the Division of Purchase, Sales, and Traffic during the fiscal years 1937, 1938, and 1939 is set out in table 13.

TABLE 13.—*Purchases, sales, and other activities of the Division of Purchase, Sales and Traffic, fiscal years 1937-39*

Item		1937	1938	1939
Bid Section:				
Bid transactions	number	8,223	6,282	6,025
Flow of bids:				
First quarter	percent	21	18	18
Second quarter	do	19	17	18
Third quarter	do	25	22	21
Fourth quarter	do	35	43	43
Bureau purchase orders approved	number	1,735	1,965	494
Aggregate amount	dollars	1,928,032	1,312,140	350,686
Forest-road contracts examined prior to approval by Secretary	number	92	62	87
Aggregate amount	dollars	6,080,090	4,890,162	5,219,425
Value of property in the District of Columbia transferred from one bureau to another in Department	dollars	3,654	11,027	10,101
Initial value of worn-out property transferred to Procurement Division, Treasury Department	dollars	31,034	87,827	67,394
Traffic Section:				
Freight routings furnished:				
Less than carload	number	13,489	11,629	17,486
Carload	do	2,941	1,892	4,962
Express routings furnished	do	8,946	6,117	6,550
Rates furnished:				
Freight	do	83,952	36,882	33,361
Express	do	3,506	1,357	1,034
Passenger, rail and water	do	6,860	10,595	13,429
Parcel post	do	1,189	726	104
Air, passenger	do	114	302	394
Itineraries furnished	do	2,267	5,517	6,872
Central Supply Section:				
Stock issues during year	dollars	866,488	710,226	696,704
Requisitions for stores, filled	number	43,353	38,909	36,690
Requisitions for printed forms, filled	do	1,25,000	1,28,000	1,27,000
Purchase orders (both to maintain stocks and for other activities)	number	39,340	20,450	23,450
Money value involved, all purchase orders	dollars	8,609,897	5,466,892	9,438,443
Average money value per purchase order	do	218	267	402
Experimental byproducts sold: For deposit to miscellaneous receipts	dollars	46,653	48,153	44,169

¹ Estimated.

GENERAL PROCUREMENT AND CONTRACT SERVICE

The fiscal year 1939 was marked by reassignment of functions and changes in organization which were departmental as well as inter-departmental in scope. On November 12, 1938, the Procurement Division, Treasury Department, recalled all waivers then in effect, under which several of the Department's bureaus were permitted to utilize bureau facilities in making purchases for W. P. A. projects, presumably because of a lessened demand for purchasing service on the part of other emergency relief activities. In January 1939 the Director of the Civilian Conservation Corps requested that the purchase of so-called heavy equipment payable from C. C. C. funds be transferred to the Procurement Division. Pursuant thereto a memorandum of understanding was executed on February 1, 1939, by representatives of the C. C. C., Procurement Division, Department of the Interior, and Department of Agriculture, in which "heavy equipment" was defined as any purchase of specified equipment involving a unit purchase price in excess of \$500, and at the same time outlined the procedure to be followed. With respect to the Department of Agriculture, it was agreed that the Department's specifications would be employed in making procurements for C. C. C. activities under its direction. Also, during the course of the year the awarding authority of regional procurement officers of the Soil Conservation Service was

increased from \$1,000 to \$2,500 in order to better serve field requirements in connection with land-utilization functions initially exercised by the Resettlement Administration, later devolving upon the Farm Security Administration as the successor organization, and then in turn transferred to the Bureau of Agricultural Economics and the Soil Conservation Service.

PURCHASE SERVICE

The fiscal year 1939 was the seventh that the Central Supply Section has operated on a surcharge basis and, as in prior years, further refinements were effected, most significant of which was the development of maximum and minimum charges for single transactions, and for purposes of stabilizing operations long-range forecasts were made.

Analysis of purchase statistics disclosed that uniform application of percentage surcharges to the dollar value of orders resulted in an inequitable distribution of costs as between many small transactions and few large procurements. This is more obvious when it is pointed out that the transaction rather than dollar volume is the unit of work. To effect a more equitable distribution of the costs, maximum and minimum service charges were established. These charges were fixed on the basis that, when the current percentage surcharge was applied to a given transaction and produced less than 50 cents, the latter amount was used as the minimum charge. If, however, such application of the surcharge rate produced more than \$50, the latter was used as the maximum charge. The income derived through this procedure remained substantially the same as in the case of the uniform application of the surcharge rate to dollar value regardless of amount. Statistics thus far gathered definitely indicate that the plan increased the aggregate charge for organizations with many small transactions but reduced the charges for organizations with transactions involving large dollar volume, thus distributing operating expenses more equitably on the basis of units of work.

The surcharge method of operation is intended to be sufficiently sensitive to react to conditions as they develop, but personnel procedures governing increase or decrease of the force do not possess the same degree of sensitiveness. It was found that employments could not be kept in harmony with short-time forecasts of probable work, for which reason annual forecasts based on averages for the prior 5 years were resorted to. The annual expense was similarly estimated and its percentage of the volume forecast was adopted as the surcharge rate. As was expected, there were certain months when the income produced by the surcharge so determined and applied in conjunction with the maximum-minimum plan was not sufficient to meet the expenses. However, the deficiency was more than offset by surpluses produced during other months. In fact, the dollar volume for the year far exceeded the forecast, and the surcharge rate for purchasing service reached a low of 0.05 percent for April.

Purchases of fertilizers, liming materials, and seeds for use as grant-of-aid materials increased very materially and composed about 57 percent of the Central Supply Section's total purchases. Because quantities and destinations are dependent upon farmers' participation in the conservation program, procurement problems of unusual complexity arose, but experience acquired in handling the initial but

moderate program in 1938 enabled the procurement work to keep pace with and facilitate the field operations.

It will be observed from table 13 that the total dollar value of purchases made during the fiscal year 1939 amounted to \$9,438,443, whereas for the fiscal year 1938 the total was \$5,466,892, from which it naturally follows that the percentage of expense to dollar volume decreased. This is illustrated by comparing the average rate of 0.45 percent for 1939 with 1.05 percent for 1938.

STORAGE AND ISSUE OF SUPPLIES

Storage and issue activities again remained reasonably constant but registered an apparent decrease in the volume of issue by comparison with the preceding year. In fact, the decrease reflected a change in procedure in that large paper requirements in the field were met by direct shipment from commercial contractors rather than from the central stocks in Washington. This not only effected a saving in destination costs but also relieved the paper situation in Washington.

The surcharge rate for storage and issue service averaged 6.9 percent while the comparable rate for the fiscal year 1938 was 7.9 percent.

Because of the close proximity of the central heating plant to the South Building, where the stock of the Central Supply Section is maintained, representatives of the Interior Department made arrangements to requisition materials for the plant's control laboratory from the Central Supply Section on a reimbursable basis. Although the total volume was small, it demonstrated the adaptability of the reimbursement surcharge method of operation.

In recognition of the principle that simplification of ordering procedures effects economies and promotes efficiency, particularly in organizations with a limited or no clerical staff, the Central Supply Section undertook the preparation of a loose-leaf illustrated stock catalog which will soon be ready for issue.

FREIGHT AND PASSENGER TRAFFIC SERVICE

There was a substantial increase in the total tonnage of freight movements for the Department, particularly in the carload category, which increased from 1,892 carloads in 1938 to 4,962 carloads in 1939. This large increase was due principally to heavy movements of fertilizers and liming materials used by the Agricultural Adjustment Administration in making grants of aid. There were also 17,486 less-than-carload movements, which represented approximately 5,000 additional carloads, thus making a total of approximately 10,000 carloads of freight for the year, exclusive of shipments that moved on a prepaid basis.

According to rough estimates, it takes approximately 20 minutes to compile a freight rate, which when applied to the number of freight rates secured by the Department during the year amounts to 1,480 man-days. Because of the time and cost entailed in the procurement of such rates, a more simplified method has been worked out in co-operation with the Procurement Division, Treasury Department, whereby during periods of high demand the Traffic Section of the Procurement Division details a rate man for part-time service in the Division of Purchase, Sales, and Traffic. Through joint study of the abstract sheets by purchasing and traffic personnel, it has been possible

to eliminate many unnecessary rates. Although the arrangement was operative only during the last 3 months of the fiscal year, its effectiveness has been definitely demonstrated.

In a further effort to expedite the handling of freight matters, offices of origin were authorized to use the Procurement Division Traffic Section form and serve the requirements of all interested parties through the medium of copies without transcription.

Maintenance of the passenger tariff files required the incorporation of 17,702 new or amended tariffs, but the availability of so comprehensive a file of passenger tariffs and other pertinent information has enabled the rendition of prompt itinerary service and effective assistance in adjusting post-audit exceptions in travel accounts.

COORDINATION AND CONTACT WORK

Changes in the Division's coordination and contact work embraced designation of the Chief of the Division as an ex-officio member of the technical advisory board, effective July 1, 1938.

The Associate Chief of Division was designated as one of the representatives of the Department to serve with an interdepartmental group in a study of information available in the several executive departments relating to specific instances of price fixing, etc., in Government procurements then under review by the National Economic Committee. This assignment was completed during the course of the year.

Secretary's Memorandum No. 819, dated May 12, 1939, transferred the functions of the Advisory Committee on Photogrammetry to the Technical Advisory Board, thus automatically discontinuing the subcommittee on specifications for aerial photography, of which the Associate Chief of Division was a member.

CHANGES IN DEPARTMENT REGULATIONS

During the year the following amendments to the regulations of the Department were approved by the Secretary:

Amendment No.	Title	affected No.
63	Contracts Covering Use of Equipment or Property Loaned or Rented to the Department	3318
64	Reduction in Force	2812
65	Leave Without Pay Absentee Without Permission	2561 2562
66	Annual Leave, for Employees Assigned to Duty Within the Continental Limits of the United States	2511
67	Annual Leave, for Employees Assigned to Duty Outside the Continental Limits of the United States	2512
68	Sick Leave, for Employees Assigned to Duty Within the Continental Limits of the United States	2521
69	Sick Leave, for Employees Assigned to Duty Outside the Continental Limits of the United States	2522
70	Acquisition of Real Estate	1711
71	Acceptance of Voluntary Service Prohibited	2114
72	Deductions for Leave Without Pay Pay for Sundays and Holidays	3216 3217
73	Pulmonary Tuberculosis	1552
74	Operation of Elevators Directory of Field Activities Display of Flag on Buildings	1726 1727 1728

Amendment No.	Title	Regulation affected No.
75	Doubtful Claims Under Existing Appropriations or Appropriations, the Balances of Which Have Been Exhausted or Carried to the Surplus Fund-----	3165
	Claims of a Meritorious Nature or Containing Elements of Legal Liability or Equity-----	3166
76	Final Salary Payment-----	3213
77	Annual Report of the Secretary----- Annual Reports of Chiefs of Bureau----- Annual Reports Regarding the Construction of Rural Post Roads and National Forest Roads-----	1411 1412
78	Annual Leave, for Employees Assigned to Duty Outside the Con- tinental Limits of the United States-----	1413
79	Sick Leave, for Employees Assigned to Duty Outside the Continental Limits of the United States-----	2522
80	Periodical Investigation of Field Offices and Stations----- Misconduct, Neglect of Duty, or Irregularities----- Submission of Investigative Reports----- Distribution and Use of Reports-----	2911 2912 2913 2914 2921
81	Disciplinary Action—Procedure----- Suspension from Duty Without Pay During Investigation and for Other Reasons-----	2922
82	Typewriters, Adding Machines, etc----- Vehicles, Tractors, Road Equipment and Boats and Parts, etc., Thereof----- Scientific Apparatus and Laboratory Equipment----- Surplus Documents and Books----- Books and Periodicals-----	4122 4123 4124 4125 4126
83	Editorial Committee of the Journal of Agricultural Research----- Purchase of Reprints from Outside Publications-----	1345 1346
84	Purchase of Books, Periodicals, and Newspapers-----	4114
85	Distribution of Photographs-----	1216
86	Maps and Publications of Weather Bureau; Reproductions of Aerial or Other Photographs, Mosaics, and Maps-----	4425
87	Federal Taxes----- State and Local Taxes-----	3191 3192
88	Installation and Periodic Inspection of Boilers-----	1737
89	Furniture and Equipment-----	1731
90	Leases-----	1712
91	Long-Distance Telephone Calls-----	1674
92	Transportation of Effects on Permanent Change of Station-----	3451

